

SECRET

OSC-1329

Copy 4 of 7

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Messrs. Herbert I. Miller and [REDACTED]

Subject: Letter of Intent, No. CC-28441

Gentlemen:

1. This letter evidences the Government's intention to enter into a negotiated contract with you collectively, as partners, or with your successor incorporated entity for performance of the following preliminarily discussed and defined scope of work.

2. Scope of Work. The Contractor shall direct a scientific management group, consisting of a Chief Executive Officer, a Chief Scientist, and other mutually acceptable personnel as may be required for the following services to be rendered:

a. To carry out all research coordinating activities at the Site and such other places as may be required.

b. To keep such records as necessary on test activities to assure adequate coordination and reporting of the Contractor's performance. Such record keeping may be separate from that of other Contractors involved.

c. To provide advice and consultation to other Contractors, such as, Lockheed, and Rayco, etc., participating in the "C" Program.

d. To provide periodic evaluations of all AR activities on the project and prepare such progress and other reports as may be appropriate.

With the aid and assistance of the aforesaid personnel, the Contractor shall serve as Scientific/Technical Representative of the Government procuring Activity, operating from a home office in Las Vegas, Nev., and a field office at the Test Site. In this connection, it is understood that either the Chief Executive Officer or the Chief Scientist will be present at all times at the Test Site to perform services required.

The Contractor will utilize to the maximum extent possible existing Contractors, such as R.S.I., WSO, Lockheed, etc., to perform work now being done by such Contractors in the equipment, instrumentation and equipment modification areas at the [REDACTED]

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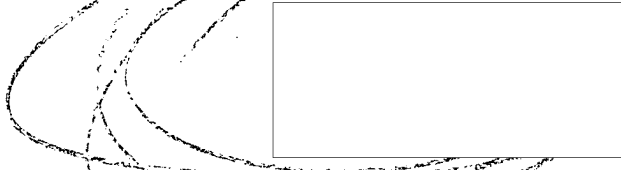
SECRET

3. Term of Contract. The definitive contract herein contemplated shall be for a period commencing on or about March 1, 1961 and continuing through June 30, 1962, the Government reserving the option to have said services continued thereafter through completion of the flight test phase on a level of effort and a pricing arrangement to be later negotiated.

4. Definitization. As soon as possible the parties shall conclude negotiations for a definitive contract, in preparation for which the Contractor will submit promptly its final proposal including (i) any suggested changes in the above Scope of Work, (ii) an explanation of proposed organization and staffing pattern, and (iii) an appropriate cost or price analysis. No funds have been allotted to this Letter of Intent nor shall reimbursable costs be incurred prior to definitization hereof.

5. Security. The work to be performed hereunder as well as the association thereof with the procuring Government Activity are classified Secret and shall be divulged only on a need-to-know basis and then only to persons appropriately cleared and approved by the procuring Government Activity. Storage of all classified matter generated or received hereunder shall be in strict conformity to security regulations of the procuring Government Activity.

6. Correspondence. Communications relating hereto should be in accordance with security requirements and addressed to the Contracting Officer as follows:



7. General Provisions. The definitive contract shall incorporate appropriate articles as currently prescribed by the Armed Services Procurement Regulations, including among other clauses the following: Changes, Assignment of Claims, Disputes, Federal State and Local Taxes, Eight-Hour Law of 1812, Non-discrimination in Employment, Examination of Records, Gratuities, Default, Termination for Convenience of the Government, Government Furnished Property, Filing of Patent Applications, Authorization and Consent, Subcontracts, Security, and Copyright.

8. Acceptance hereof should be shown by execution and return of the original and one copy, the remaining copies being for your files.

ACCEPTED AS OF _____, 1961

THE UNITED STATES OF AMERICA

HERBERT I. MILLER

BY _____
Contracting Officer

SECRET

OXG-1488

Copy 1 of 3
24 March 1961

Mr. Herbert I. Miller
Las Vegas, Nev.

Dear Herb:

Transmitted herewith are revised pages 4 and 5 of Contract No. CC-28441 for insertion in your copy of the Contract.

These pages were revised in accordance with decisions reached and agreed to during negotiations conducted at Headquarters on 21 March 1961.

Very truly yours,



Contracting Officer

2 Enclosures:

1. Page 4 of CC-28441
2. Page 5 of CC-28441

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OXC-2256
Copy 1 of 5

21 September 1961

Information Fidelity Incorporated
Las Vegas, Nevada

Attention: Mr. Herbert Miller

Subject : INS Site Rehabilitation and Construction
under Contract No. CC-28441

Gentlemen:

Pursuant to headquarters discussions held on 21 September, this letter constitutes authorization for your issuance of work orders to Reynolds Electric and Engineering Company for INS site rehabilitation and construction, as outlined in your proposal of 28 August 1961, in an amount not to exceed \$22,000. It is understood that funding for this work will be forthcoming as a matter of additional scope, but without application of overhead or profit to these work orders. It is further understood that you will arrange with Reynolds Electric for pricing these work orders under the same price or costing formula as currently being used between Reynolds Electric and Engineering Company and the U.S. Atomic Energy Commission.

In addition, you are hereby authorized to rent two vehicles (Ford, Chevrolet, or compact models) for transportation to and from Indian Springs for the duration of this contract, with the further understanding that in the event that a rental agreement for a longer term is found necessary that the Government will be responsible for termination charges under such rental agreement in the event of non-renewal of the subject contract.

Very truly yours,

Contracting Officer

ACKNOWLEDGED AND ACCEPTED
INFORMATION FIDELITY INCORPORATED

BY

TITLE President

DATE 9/21/61

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*Contract No CC-28441
in booky dated 10-19-61
and authorization granted to
issue this taking an
subsequent to purchase of the*

L. F. L. 7/008

OXC-2014

Copy 1 of 6
1 August 1961Information Fidelity Incorporated
Las Vegas, Nevada

Attention: Mr. Herb Miller

Gentlemen:

As requested in your letter dated July 17, 1961 authority is granted under Contract No. CC-28441 to purchase the following equipment as direct charges to the contract:

2 ea. H-P Signal Generator, 616B	\$3,900.00
2 ea. Coax-to-waveguide Adapter, S601B	100.00
1 ea. Calibrated Waveguide Attenuator, S155A	170.00
1 ea. Adjustable Short, S502A	95.00
2 ea. Hybrid Tees, S622A	240.00
1 ea. Standard Gain Horn, S638A	75.00
1 ea. VSWR Indicator, H-P 415B	200.00
1 ea. Crystal Mount, H-P 420B	75.00
	<u>\$4,855.00</u>

It is understood that this equipment is to be loaned to [redacted] under their Contract No. CS-200 with us. This equipment should be handled as GFP with proper receipts executed and sent to [redacted] [redacted] maintain proper accountability.

Very truly yours,


[redacted]
Contracting Officer)

Copy to:

DPD-2145-61

3 April 1961

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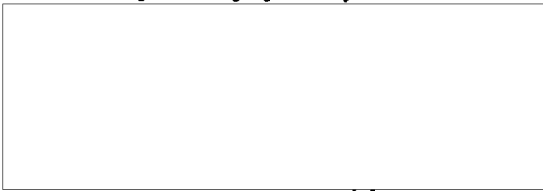

Main Post Office
Las Vegas, Nevada

Dear Sir:

Enclosed is Check No. 3203 dated 30 March 1961 made payable to Herbert I. Miller in the amount of \$1,204.41. This amount represents settlement of travel claims for the period 9 January - 1 March 1961.

Very truly yours,

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Attachment: Check No. 3203 

DPD-3099-61

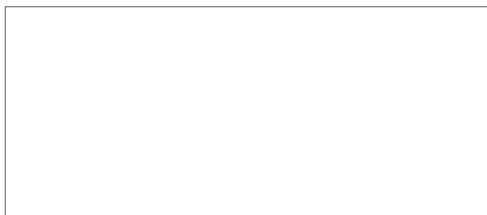
31 May 1961

Dear Herb:

In connection with Contract No. CC-28441, your letter of 24 May 1961 proposes procurement of certain technical volumes required and used frequently in our work.

Pursuant to our discussion of this matter, you are hereby authorized to effect this procurement and charge 50% of the cost thereof as a direct charge to the above contract, it being understood that the volumes in question will not exceed \$566.00. This negotiation approval is with the understanding that title to these books will not vest in the Government.

Sincerely,



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DPD-5453-61
6 September 1961

Information Fidelity Incorporated
Las Vegas, Nevada

Attention: Mr. Herbert Miller

Subject : Expanded AR Research Program, Including Technical
Supervision and Operation of Government-Owned
INS AR Model Range Facilities

Gentlemen:

This will confirm Headquarters discussions held on September 5 and 6, 1961, and constitute authority for you to proceed on an expanded AR Research Program, in general conformance with your AR Research Program proposal dated August 11, 1961, utilizing for this purpose the facilities of a Government-owned AR Model Range to be established in Indian Springs. This expanded work scope includes technical supervision during establishment of and installation of equipment in the AR Model Range facility at INS, as well as subsequent maintenance and operation thereof through June 30, 1962.

An amendment will be forthcoming to Contract No. CC-28441 covering this expanded effort and increasing the estimated contract cost for the period ending June 30, 1962, by an amount of \$168,324.00, and increasing the fixed fee by an amount of \$9,451.00. This fee increase is predicated upon your having in your employ and beneficially utilized for operation of the AR Model Range, the following level of personnel effort through June 30, 1962:

- a. 22 man-months supervisory and/or electronic maintenance engineers.
- b. 24 man-months electronic and/or electro-mechanical technicians.

The above estimated cost of \$168,324.00 breaks down as follows:

1. Direct operating costs AR Model Range \$74,144.00
(including six man-months of a theoretical circuitry engineer, \$7,000.00, and equipment refinement costs estimated at \$15,000.00).

2. Equipment fabrication costs \$44,000.00.

3. Equipment procurement \$39,180.00.

4. Model stand \$10,000.00.

INS site rehabilitation and construction costs, estimated at \$22,000.00, will be funded outside the present contract.

As per our discussions, a monthly report covering all work accomplished shall henceforth be submitted in duplicate to Headquarters.

The forthcoming amendment covering this expanded scope of work will contain a list of Government-furnished equipment with provision, however, that such equipment may be procured under this contract upon determined unavailability thereof direct from Government sources. Likewise, authorization is hereby given for your procurement of necessary Alfred equipment not to exceed \$12,000.00, such equipment having been determined as unavailable from Government sources.

There is hereby obligated to Contract No. CC-28441 an additional \$150,000.00, the balance remaining subject to availability of funds for this purpose.

Very truly yours,

Contracting Officer

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DPD-8830-61

30 June 1961

Dear Herb,

Headquarters desires that project managers and security officers emphasize to Project personnel the security requirements and practices for safeguarding project documents and other material. The occasion for this reemphasis is the recent loss of a sensitive document as the result of an employee's lack of attention to his responsibility. As well, with the impending increase in Project activity, we can expect that personnel will be traveling officially more than in the past. Outlined below are the minimum requirements for approval to remove documents from the contractor's approved secure area:

Only with authorization from the local project manager may documents be removed.

Only those documents essential to business to be conducted may be removed.

Documents will be carried in a briefcase or other suitable container which can be securely locked. The container should have a tag which identifies the owner (name and home address - not company affiliation).

An inventory of all documents removed should be retained by designated individual at the contractor's facility until the documents are returned.

When feasible, documents up to Secret should be mailed to the traveler's destination (to a Project approved mail drop via registered mail).

All personnel should understand that the container must remain at all times in their personal possession unless the container can be turned over to a Project approved facility for temporary safeguarding. In the rare instance when documents must be taken home overnight, the above requirements pertain.

Project managers and security officers are expected to indoctrinate their personnel with the absolute requirement that they maintain a constant awareness of their individual responsibility for the protection of project material.

Regards,



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